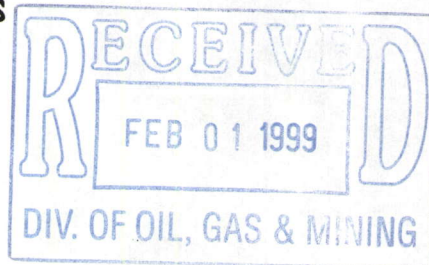


FORM MR-AR  
(Revised 3/98)

**STATE OF UTAH**  
**DEPARTMENT OF NATURAL RESOURCES**  
**DIVISION OF OIL, GAS AND MINING**  
 1594 West North Temple - Suite 1210  
 Box 145801  
 Salt Lake City, Utah 84114-5801  
 Telephone: (801) 538-5291  
 Fax: (801) 359-3940



### ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

#### I. General Information

1. Report Time Period: From (mo./yr.) 1/98 To (mo./yr.) 12/98
2. DOGM File Number (Mine No): M / 037 / 026
3. Mine Name: La Sal - Snowball Mines
4. Mineral(s) Mined (or permitted to mine): Uranium and Vanadium
5. Type of mine ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):  
1/4, 1/4, 1/4, Section 31, Township 28S, Range 24E  
1/4, 1/4, 1/4, Section , Township , Range  
1/4, 1/4, 1/4, Section , Township , Range
7. Name of Operator or Company: International Uranium (USA) Corporation
8. Permanent Street Address: 1050 Seventeenth Street, Suite 950  
 City, State, Zip: Denver, Colorado 80265  
 Phone: (303) 628-7798
9. Company Representative (or designated operator):  
 Name: Roger B. Smith  
 Title: General Manager of Mining Operations  
 Business Address: HC 64, Box 153, 2555 No. Hwy 89A  
 City, State, Zip: Fredonia, Arizona 86022  
 Phone: (520) 643-7321  
☐ Please check if any of the above information has changed since previous year.

#### II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no - what was the last year of activity? 1990
3. If yes - how much ore or mineral was mined? None



4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.  
No new surface disturbances occurred. No mining was conducted.
5. How much additional acreage was disturbed during the past year? None
6. How much acreage was reclaimed during the past year? None
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.  
Access to the mine adit was again secured and empty 55-gallon drums and used tires were removed from the surface. BLM and UDOGM conducted site review.
8. What is the **total** disturbed acreage of entire project at years end? Approximately 40
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.  
Engineering and geologic studying of the property is in process.
- per phone call 2/11/99*

**NOTE:** Section III., "Additional Information" applies only to **large mining operations**.

**III. Additional Information**

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

**IV. Signature Requirement**

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

Title of Operator:

Signature of Operator:

Date:

David C. Frydenlund

Vice President and General Counsel

International Uranium (USA) Corporation

January 29, 1999